

SENATE BILL 132

By Cooper

AN ACT to amend Tennessee Code Annotated, Section 67-6-303, relative to sales tax on motor vehicles for members of the armed forces.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-6-303(a)(1), is amended by adding the following language as new subdivision (C):

(C) There is also exempt from the tax imposed by this chapter any sale of a motor vehicle that is sold in this state, if the vehicle is registered in this state in accordance with the provisions of title 55 and the vehicle is sold to an active member of a uniformed service of the United States whose home of record is in Tennessee, and who has resided in Tennessee for at least five (5) consecutive years prior to active military service. With respect to an individual, the exemption provided in this subdivision (a)(1)(C) shall apply from the effective date of official military orders assigning the individual to active duty in a uniformed service of the United States and shall expire upon the date of such person's discharge from uniformed service of the United States.

SECTION 2. This act shall take effect July 1, 2007, the public welfare requiring it.